GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2570
ANSWERED ON:16.03.2007
LOAN FROM WORLD BANK AND IDA
Chavda Shri Harisinh Pratapsinh

Will the Minister of FINANCE be pleased to state:

(a) the position of India among the countries taking loans from the World Bank and International Development Agency (IDA);

(b) the amount of loan that the Government has taken from the World Bank and IDA during each of the last two years; and

(c) the terms and conditions thereto and rate of interest payable to World Bank and IDA?

Answer

Minister of State in the Ministry of Finance (Pawan Kumar Bansal)

(a) India is at third position among borrowers from the International Bank for Reconstruction and Development (IBRD) and at first position among borrowers from International Development Association (IDA). These are the two windows of assistance from World Bank.

(b) The commitment by IBRD and IDA during the last two years is as follows:

(in US $ Million)

Financial Year	IBRD Commitment	IDA Commitment
2005-06	1241.00	645.00
2006-07 (upto 28/2/07)	885.00	1565.80

(c) The standard terms and conditions of IBRD and IDA assistance and rate of interest payable is as follows:

	IBRD	IDA
Repayment period	20 years inclusive of 5 years grace period	35 years inclusive of 10 years grace period
Interest	It is based on 6 months	Nil.
Rate spread	LIBOR plus a variable 0.75%.	Service Charge of